

AGENDA



Recommendation for Council Action (Purchasing)

Austin City Council	Item ID:	33771	Agenda Number	55.
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Meeting Date:	June 26, 2014
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Department:	Purchasing
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Subject

Authorize award and execution of a 36-month requirements supply agreement with KARMORE INCORPORATED DBA MEINEKE CAR CARE CENTER for vehicle exhaust system maintenance and repair services in an amount not to exceed \$62,265, with three 12-month extension options in a total amount not to exceed \$20,755 per extension option, for a total contract amount not to exceed \$124,530.

Amount and Source of Funding

Funding in the amount of \$6,918 is available in the Fiscal Year 2013-2014 Operating Budget of the Fleet Services Department. Funding for the remaining 32-months of the original contract period and extension options is contingent upon available funding in future budgets.

Fiscal Note

There is no unanticipated fiscal impact. A fiscal note is not required.

Purchasing Language:	Sole bid received.
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Prior Council Action:	
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For More Information:	Jonathan Dalchau, Senior Buyer, 512-974-2938
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Boards and Commission Action:	
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Related Items:	
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MBE / WBE:	This contract will be awarded in compliance with City Code Chapter 2-9C (Minority-Owned and Women-Owned Business Enterprise Procurement Program). No subcontracting opportunities were identified; therefore, no goals were established for this contract.
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Additional Backup Information

This contract provides a reliable source of parts and repair services for various types of vehicle exhaust systems. All types of City-owned vehicles and equipment will be serviced under this contract. The parts and repair of the necessary exhaust components are on an as-needed basis to supplement the repairs performed by the Fleet mechanics at the Fleet Service Centers. All exhaust repairs and maintenance of the equipment will be based on the manufacturer's recommendations.

MBE/WBE solicited: 3/0

MBE/WBE bid: 0/0

BID TABULATION:

IFB JRD0015

**Vehicle Exhaust Systems Parts and Repair Services
(20 line items)**

<u>Vendor</u>	<u>Total Price for List of Sample Parts</u>
Karmore Inc. Austin, TX	\$21,114

A complete bid tabulation is on file in the Purchasing Office and is on the City of Austin, FSD Purchasing Office website.

PRICE ANALYSIS

- a. Adequate competition.
- b. 156 notices were sent, including three MBEs and no WBEs. One Bid was received with no MBEs/WBEs responding.
- c. The pricing offered reflects a 25% increase in labor when comparing to the last contract award in February 2010. Factors affecting the price increase include an 8% increase in Automotive Repair and Maintenance earnings. The other bid lines were not comparable between the old contract with universal parts and the new solicitation for vehicle specific components.

APPROVAL JUSTIFICATION

- a. Sole bid received.
- b. The Purchasing Office concurs with the Fleet Services Division's recommended award.
- c. Advertised in the Austin American-Statesman and on the Internet.